

## Enterprise Funds Distribution (EFD)

### *Overview*

Established in 2006, the Enterprise Funds Distribution (EFD) system provides full visibility of appropriated funds distributed throughout the Department of Defense (DoD) by streamlining and modernizing 16 disparate funds distribution systems. Prior to the establishment of the EFD system there was a lack of standardization and integration across DoD, which limited the visibility of DoD appropriations, encumbered the ability to establish funding authority, and impeded the flow of critical funding to the warfighter. Funds distribution by its nature is a key enabler of financial visibility within DoD enterprise systems. The concept of a fully visible enterprise funds distribution process serves as a reference within which planned and coordinated funds development and execution takes place. Within the planning, programming, budgeting, and execution (PPBE) framework, funds distribution provides the necessary structure for linking budgeting to execution, ultimately leading to accurate financial information and reliable financial accountability.

By October 2007, the EFD system will provide component-level and Office of the Secretary of Defense (OSD) leadership visibility of Defense-wide appropriated funds down to the echelon II level and enable the DoD to track large supplemental funding bills – like those it received for Hurricane Katrina relief support. The EFD system will aid in creating a standard approach to tracking supplemental costs and providing standard financial statement reporting.

### *Program Mission*

The EFD system will transform the DoD's funds management and distribution capabilities to streamline funds distribution processes for all DoD appropriations and standardize distribution data across the enterprise; will automate audit trails between the President's budget submission and appropriation enactments; will automate, and integrate, and electronically track funds authorization documents, funds reprogrammed and funds distributed for execution; and will provide full visibility of appropriated funds as they pass through and across different levels of the enterprise.

### *Benefits*

EFD increases the visibility, auditability and efficiency in the management of distributed funds and congressional actions. Specifically, EFD will establish:

- Full visibility of appropriated funds as they pass through and across different levels of the enterprise;
- Streamlined funds distribution processes for all DoD appropriations;
- Standardized funds distribution data across the enterprise;
- Automated audit trails between the President's budget submission and appropriations enactments;
- Automated processing of funds authorization documents;
- Automated tracking of reprogrammed and distributed funds;
- An authoritative funds distribution data source; and
- Ubiquitous access to funds distribution functionality and data.

### **Fast Facts:**

#### *EFD*

EFD is a system of the Business Transformation Agency's Defense Business Systems Acquisition Executive (DBSAE) directorate. The DBSAE directorate is responsible for driving the successful implementation of DoD systems and initiatives in support of the Department's business transformation goals. Its mission is to develop, coordinate, and integrate projects, programs, systems and initiatives providing DoD Enterprise-wide business capabilities to the warfighter.

#### *Web site Address:*

[http://www.defenselink.mil/dbt/cip\\_enterprise-funds.html](http://www.defenselink.mil/dbt/cip_enterprise-funds.html)

#### *Program Management Office:*

Defense Business Systems  
Acquisition Executive (DBSAE)

#### *Stakeholders Served:*

- U.S. Treasury
- OUSD(C)
- Military Components
- Defense Agencies
- OMB